

**University-Student Union at
California State University, Los Angeles**

**Financial Statements
(With Supplementary Information)
and Independent Auditor's Report**

June 30, 2022 and 2021

University-Student Union at California State University, Los Angeles

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Independent Auditor's Report

To the Board of Directors
University-Student Union at California State University, Los Angeles
(A California State University Auxiliary Organization)

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of University-Student Union at California State University, Los Angeles (the "Union"), which comprise the statements of financial position as of June 30, 2022 and 2021, and the related statements of activities, functional expenses and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Union as of June 30, 2022 and 2021, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America ("GAAS") and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Union and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Union's ability to continue as a going concern for one year after the date that the financial statements are issued.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Union's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Union's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audits.

Report on Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the 2022 financial statements as a whole. The 2022 supplementary information on pages 23 to 32 is presented for purposes of additional analysis and is not a required part of the 2022 financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2022 financial statements. The information has been subjected to the auditing procedures applied in the audit of the 2022 financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2022 financial statements or to the 2022 financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the 2022 financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated September 19, 2022, on our consideration of the Union's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Union's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Union's internal control over financial reporting and compliance.



Los Angeles, California
September 19, 2022

University-Student Union at California State University, Los Angeles

**Statements of Financial Position
June 30, 2022 and 2021**

	<u>2022</u>	<u>2021</u>
Assets		
Cash	\$ 907,663	\$ 461,079
Investments	6,358,981	5,906,734
Accounts receivable from affiliates	58,510	22,128
Notes receivable	42,400	63,600
Prepaid expenses and other assets	30,249	252,456
Capital assets, net	352,041	69,071
Net post retirement benefit asset	<u>235,925</u>	<u>187,426</u>
Total assets	<u><u>\$ 7,985,769</u></u>	<u><u>\$ 6,962,494</u></u>
<u>Liabilities and Net Assets</u>		
Liabilities		
Accounts payable and other liabilities to affiliates	\$ 142,839	\$ 18,180
Accounts payable	300,906	149,254
Accrued liabilities	278,491	217,186
Unearned revenue	<u>250,061</u>	<u>238,262</u>
Total liabilities	<u>972,297</u>	<u>622,882</u>
Commitments and contingencies		
Net assets		
Without donor restrictions	<u>7,013,472</u>	<u>6,339,612</u>
Total net assets	<u>7,013,472</u>	<u>6,339,612</u>
Total liabilities and net assets	<u><u>\$ 7,985,769</u></u>	<u><u>\$ 6,962,494</u></u>

See Notes to Financial Statements.

University-Student Union at California State University, Los Angeles

**Statements of Activities
Years Ended June 30, 2022 and 2021**

	<u>2022</u>	<u>2021</u>
Support and revenues		
Activity fees	\$ 5,329,557	\$ 4,650,000
Donated use of facilities	100,922	98,226
University support	235,344	160,344
Investment income (loss)	(58,753)	7,485
Rental income	138,317	100,986
Other	<u>152,647</u>	<u>93,633</u>
Total support and revenues	<u>5,898,034</u>	<u>5,110,674</u>
Expenses		
Program services		
Student programs	3,265,451	2,537,920
Supporting services		
Institutional support	946,926	809,850
Building operations	<u>1,099,589</u>	<u>820,945</u>
Total expenses	5,311,966	4,168,715
Postretirement changes other than net postretirement benefit cost	<u>(87,792)</u>	<u>(937,504)</u>
Change in net assets	673,860	1,879,463
Net assets, beginning	<u>6,339,612</u>	<u>4,460,149</u>
Net assets, end	<u><u>\$ 7,013,472</u></u>	<u><u>\$ 6,339,612</u></u>

See Notes to Financial Statements.

University-Student Union at California State University, Los Angeles

**Statement of Functional Expenses
Year Ended June 30, 2022**

	<u>Student programs</u>	<u>Institutional support</u>	<u>Building operations</u>	<u>Total</u>
Salaries and wages	\$ 1,559,647	\$ 388,773	\$ 557,378	\$ 2,505,798
Employee benefits	529,098	158,047	210,547	897,692
Other components of net postretirement benefit cost	(54,478)	(14,032)	(14,032)	(82,542)
General and administrative (utilities, supplies, subscriptions, etc.)	209,412	89,509	276,491	575,412
Insurance	8,087	24,963	-	33,050
Equipment rental and maintenance	345,628	74,568	20,758	440,954
Advertising and marketing	46,838	58,105	-	104,943
Program (leadership, events, etc.)	219,126	1,865	-	220,991
Depreciation	25,041	45,618	-	70,659
Travel	20,721	935	-	21,656
Professional services	66,764	82,220	-	148,984
Donated use of facilities	100,922	-	-	100,922
Other expense	188,645	36,355	48,447	273,447
	<u>\$ 3,265,451</u>	<u>\$ 946,926</u>	<u>\$ 1,099,589</u>	<u>\$ 5,311,966</u>

See Notes to Financial Statements.

University-Student Union at California State University, Los Angeles

**Statement of Functional Expenses
Year Ended June 30, 2021**

	<u>Student programs</u>	<u>Institutional support</u>	<u>Building operations</u>	<u>Total</u>
Salaries and wages	\$ 1,303,185	\$ 338,614	\$ 331,344	\$ 1,973,143
Employee benefits	677,484	174,504	174,503	1,026,491
Other components of net postretirement benefit cost	(3,769)	(971)	(971)	(5,711)
General and administrative (utilities, supplies, subscriptions, etc.)	93,770	85,966	100,888	280,624
Insurance	6,559	20,249	-	26,808
Equipment rental and maintenance	27,722	20,748	29,727	78,197
Advertising and marketing	23,540	19,039	-	42,579
Program (leadership, events, etc.)	119,935	4,890	-	124,825
Depreciation	15,833	21,892	-	37,725
Travel	1,411	3,614	-	5,025
Professional services	67,147	78,091	-	145,238
Donated use of facilities	98,226	-	-	98,226
Other expense	106,877	43,214	185,454	335,545
	<u>\$ 2,537,920</u>	<u>\$ 809,850</u>	<u>\$ 820,945</u>	<u>\$ 4,168,715</u>

See Notes to Financial Statements.

University-Student Union at California State University, Los Angeles

Statements of Cash Flows
Years Ended June 30, 2022 and 2021

	<u>2022</u>	<u>2021</u>
Cash flows from operating activities		
Change in net assets	\$ 673,860	\$ 1,879,463
Adjustments to reconcile change in net assets to net cash provided by operating activities		
Depreciation	70,659	37,725
Post retirement benefits	(87,792)	(937,504)
Changes in operating assets and liabilities		
Accounts receivable from affiliates	(36,382)	(21,287)
Prepaid expenses and other assets	222,207	(249,887)
Net post retirement benefit asset/liability	39,293	189,730
Accounts payable and other liabilities to affiliates	124,659	(724)
Accounts payable	151,652	106,330
Accrued liabilities	61,305	14,099
Unearned revenue	<u>11,799</u>	<u>(5,402)</u>
Net cash provided by operating activities	<u>1,231,260</u>	<u>1,012,543</u>
Cash flows from investing activities		
Purchase of capital assets	(353,629)	(15,878)
Principal receipt on notes receivable	21,200	21,200
Purchases of investments	(4,924,184)	(4,507,484)
Proceeds from sales of investments	<u>4,471,937</u>	<u>3,436,000</u>
Net cash used in investing activities	<u>(784,676)</u>	<u>(1,066,162)</u>
Net increase (decrease) in cash	446,584	(53,619)
Cash, beginning	<u>461,079</u>	<u>514,698</u>
Cash, end	<u><u>\$ 907,663</u></u>	<u><u>\$ 461,079</u></u>

See Notes to Financial Statements.

University-Student Union at California State University, Los Angeles

Notes to Financial Statements June 30, 2022 and 2021

Note 1 - Business activity and summary of significant accounting policies

Business activity

University-Student Union at California State University, Los Angeles (a California State University Auxiliary Organization) (the "Union") is a nonprofit auxiliary organization related to California State University, Los Angeles (the "University"). The Union operates the Student Union building, as well as sponsors various campus activities that complement the instructional and recreational programs and initiatives of the University.

Basis of accounting

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America ("GAAP").

Financial statement presentation

The Union reports information regarding its financial position and activities according to two classes of net assets: without donor restrictions and with donor restriction. They are described as follows:

Net Assets without Donor Restrictions - Net assets for use in general operations and not subject to donor (or certain grantor) restrictions. Net assets may be designated for specific purposes by action of the Board.

Net Assets with Donor Restrictions - Net assets subject to donor (or certain grantor) imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time, purpose or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature where the donor stipulates that resources be maintained in perpetuity. Donor-imposed restrictions are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both. At June 30, 2022 and 2021, the Union does not have any net assets with donor restrictions.

Accounts receivable

Accounts receivable are stated at unpaid balances less an allowance for doubtful accounts. The Union provides for losses on receivables using the allowance method which is based on experience and other circumstances. The Union considers all accounts receivable to be fully collectible and, as such, an allowance for doubtful accounts is not considered necessary.

Investments

Investments are reported at their fair values in the statements of financial position. Realized and unrealized gains or losses are included in the statements of activities as investment income (loss). At June 30, 2022 and 2021, investments consist of pooled investment funds with the State of California in the amount of \$6,358,981 and \$5,906,734, respectively.

University-Student Union at California State University, Los Angeles

Notes to Financial Statements June 30, 2022 and 2021

Fair value measurements

The Union values its financial assets and liabilities based on the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. In order to increase consistency and comparability in fair value measurements, a fair value hierarchy prioritizes observable and unobservable inputs used to measure fair value into three broad levels, which are described below:

- Level 1: Quoted priced (unadjusted) in active markets that are accessible at the measurement date for identical assets or liabilities. The fair value hierarchy gives the highest priority to Level 1 inputs.
- Level 2: Observable inputs other than Level 1 prices, such as quoted prices for similar assets or liabilities; quoted prices in inactive markets; or model-derived valuations in which all significant inputs are observable or can be derived principally from or corroborated with observable market data.
- Level 3: Unobservable inputs are used when little or no market data is available. The fair value hierarchy gives the lowest priority to Level 3 inputs.

Capital assets

Capital assets are stated at cost less accumulated depreciation. Depreciation is computed using the straight-line method over the estimated useful lives of the assets, which range from three to ten years. Repairs and maintenance are charged to expenses as incurred.

Revenue recognition

The Union's activity fees are allocated by the University from student tuition and recognized as revenue in accordance with the academic year. Program revenue is recognized when the revenues have been earned which is when the program has taken place. Activity fees are not refundable. Deferred revenue consists primarily of amounts received for services which have not been earned.

Income taxes

The Union is a nonprofit organization that is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and Section 23701(d) of the Revenue Taxation Code of California. Accordingly, no provision for income taxes is included in the accompanying financial statements.

The Union has no unrecognized tax benefits at June 30, 2022 and 2021. The Union's federal and state income tax returns prior to 2019 and 2018, respectively, are closed and management continually evaluates expiring statutes of limitations, audits, proposed settlements, changes in tax law and new authoritative rulings.

If applicable, the Union recognizes interest and penalties associated with tax matters as part of income tax expense and includes accrued interest and penalties with accrued liabilities in the statements of financial position.

Functional allocation expenses

The costs of providing programs and activities have been summarized on a functional basis in the accompanying statements of functional expenses. Accordingly, certain costs have been allocated among the programs and supporting services benefited based on personnel time and space utilized for activities.

University-Student Union at California State University, Los Angeles

Notes to Financial Statements June 30, 2022 and 2021

Use of estimates

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Donated use of facilities

The Union records donated use of facilities from affiliated organizations. The donated use of facilities is recorded at fair value. For the years ended June 30, 2022 and 2021, the Union recorded \$100,922 and \$98,226, respectively, as donated use of facilities and expense.

Student organization activities

Per California State University Administrative Policy 3141.01, the Union is obligated to administer student organization funds. Collections and disbursements relating to the student organizations are, respectively, recorded as revenues and expenses to the Union. For the years ended June 30, 2022 and 2021, the changes in net assets attributable to collections and disbursements of student organization funds that are included in the accompanying statements of activities are as follows:

	2022	2021
Revenues	\$ 38,925	\$ 77,012
Expenses	21,965	24,606
	<u>\$ 16,960</u>	<u>\$ 52,406</u>

Subsequent events

The Union has evaluated the impact of subsequent events through September 19, 2022, which is the date these financial statements were available to be issued.

Note 2 - Liquidity and availability

The Union regularly monitors liquidity required to meet its operating needs and other contractual commitments. The Union has various sources of liquidity at its disposal, including cash, receivables, and investments.

At June 30, 2022 and 2021, the Union had the following financial assets and liquidity resources available over the next 12 months:

	2022	2021
Cash	\$ 907,663	\$ 461,079
Receivables due within one year, net	100,910	43,328
Short-term investments	<u>6,358,981</u>	<u>5,906,734</u>
	<u>\$ 7,367,554</u>	<u>\$ 6,411,141</u>

University-Student Union at California State University, Los Angeles

Notes to Financial Statements June 30, 2022 and 2021

Note 3 - Cash

At June 30, 2022 and 2021, cash is composed of the following:

	2022	2021
Cash on hand	\$ 2,650	\$ 2,650
Cash in bank	666,630	239,209
Cash in bank designated for student organizations	238,383	219,220
	<u>\$ 907,663</u>	<u>\$ 461,079</u>

The Union's cash deposits are considered public funds from a public unit, as defined by the Federal Deposit Insurance Corporation ("FDIC"), and are contractually insured and collateralized in accordance with California Government Code requirements to secure its deposits by pledging government securities as collateral. The market value of pledged securities is equal to 110% of an agency's deposits. California law also allows financial institutions to secure an agency's deposits by pledging first trust deed mortgage notes having a value of 150% of an agency's total deposits. Collateral is considered to be held in the name of the Union. At June 30, 2022 and 2021, the bank balances for the Union were in excess of FDIC limits in the amounts of \$868,172 and \$336,007, respectively.

Note 4 - Fair value measurements

At June 30, 2022 and 2021, investments are carried at fair value and are classified in one of the three categories as described in Note 1. The pooled investment funds are not traded on an active market and are therefore classified as Level 2 and are valued using quoted prices for similar assets in active exchange markets.

Note 5 - Capital assets

At June 30, 2022 and 2021, capital assets consist of the following:

	2022	2021
Audio visual equipment	\$ 238,378	\$ 238,378
Computer equipment	51,326	51,325
Office equipment	15,759	15,759
Operating equipment	43,905	32,588
Equipment	445,895	103,584
Vehicles	11,427	11,427
	<u>806,690</u>	<u>453,061</u>
Total capital assets	806,690	453,061
Less accumulated depreciation	<u>(454,649)</u>	<u>(383,990)</u>
	<u>\$ 352,041</u>	<u>\$ 69,071</u>
Total capital assets, net	<u>\$ 352,041</u>	<u>\$ 69,071</u>

Depreciation expense for the years ended June 30, 2022 and 2021 was \$70,659 and \$37,725, respectively.

University-Student Union at California State University, Los Angeles

**Notes to Financial Statements
June 30, 2022 and 2021**

Note 6 - Notes receivable

In June 2008, the Union advanced California State University, Los Angeles, University Auxiliary Services, Inc. ("UAS"), an affiliated organization, \$172,000 for furniture and equipment and \$318,000 for tenant improvements in the University-Student Union Building. Under the terms of the advance, UAS must repay the Union a noninterest-bearing annual payment of \$17,200 beginning September 1, 2009 through September 1, 2018 and \$21,200 beginning September 1, 2009 through March 30, 2023. At June 30, 2022 and 2021, notes receivable were \$42,400 and \$63,600, respectively.

The following is a schedule of payments to be received under the notes receivable:

<u>Year ending June 30,</u>	
2023	<u>\$ 42,400</u>

Note 7 - Unearned revenue

The California State University, Los Angeles Alumni Association (the "Alumni Association"), an affiliated organization, entered into a noncancelable lease agreement with the Union for office space in the University-Student Union building. The agreement requires 20 annual payments from the inception of the lease through the year 2027. The Union recognizes the rental income on a straight-line basis over the 30-year lease term, resulting in unearned revenue of \$200,569 and \$188,770 at June 30, 2022 and 2021, respectively.

Note 8 - Lease arrangements as a lessor

The Union leases out space of the University-Student Union building to various affiliated organizations under noncancelable operating subleases expiring through August 2038. The following is a schedule of the minimum future rental income under the noncancelable leases:

<u>Years ending June 30,</u>	
2023	\$ 145,624
2024	56,296
2025	56,296
2026	56,296
2027	56,296
Thereafter	<u>259,556</u>
	<u>\$ 630,364</u>

University-Student Union at California State University, Los Angeles

Notes to Financial Statements June 30, 2022 and 2021

Note 9 - Commitments and contingencies

Revenue bonds

Since December 1996, a series of Systemwide Revenue Bonds were issued by the Trustees of California State University and Colleges (the "Trustees") for renovation and replacement of the University's Student Union Building. Legal title to the University's Student Union Building is vested along with the related debt, with the Trustees. While both the building and debt are carried on the books of the Trustees and are excluded from the Union's financial statements, the Union receives only a portion of activity fees from the University after the necessary debt service requirements for these revenue bonds, along with other University expenses, are met.

Excess of activity fees

The Union has entered into an agreement with the Office of the Chancellor of the California State University that expires on June 30, 2023, and provides, among other things, that the excess of the activity fees collected by the University (after satisfying certain reserve requirements and servicing the principal and interest payments on the revenue bonds) is available for payment of expenses incurred in the operation of the Union.

Pursuant to this agreement the Union received from the University \$5,329,557 and \$4,650,000 in activity fees for fiscal years 2022 and 2021, respectively, to fund its operation.

Coronavirus

In December 2019, a novel strain of the coronavirus ("COVID-19") was reported. On March 11, 2020, the World Health Organization declared COVID-19 a global pandemic and recommended containment and mitigation measures worldwide. While the disruption is currently expected to be temporary, there is considerable uncertainty around the duration of this disruption. Therefore, the extent of the financial impact and duration cannot be reasonably estimated at this time.

Note 10 - Retirement plan

The Union provides pension benefits through the Teachers Insurance and Annuity Association - College Retirement Equities Fund (the "Pension Plan"), a defined contribution plan, to all eligible employees (as defined by the Pension Plan agreement). The Pension Plan consists of two parts. Part one consists of contributions made by the Union of 7% of the employee's compensation and part two includes contributions from both the employer and employee under provisions of Section 403(b) of the Internal Revenue Code. Contributions from the Union for the 7% contribution become vested on a five-year graded scale, with 100% vesting occurring after five years. Under part two of the Pension Plan, the Union will match contributions up to a maximum of 5% of an employee's compensation. Contributions from employees and the Union's matching contributions are fully vested. The Union's total pension expense for the years ending June 30, 2022 and 2021 were \$154,064 and \$173,781, respectively, and are included on the accompanying statements of activities. The Union's policy is to fund pension costs as incurred.

Note 11 - Postretirement benefits

The Union sponsors a defined benefit postretirement plan (the "DB Plan") that provides lifetime postretirement medical and dental coverage to employees who retire at age 55 or older with at least 10 years of service.

The Union intends to contribute the maximum monthly health premium administered by the CalPERS medical program. At June 30, 2022 and 2021, the Union's plan assets are valued at \$2,423,160 and \$3,012,542, respectively.

University-Student Union at California State University, Los Angeles

**Notes to Financial Statements
June 30, 2022 and 2021**

The following tables provides further information about the Union's DB plan:

	<u>2022</u>	<u>2021</u>
Benefit obligation at beginning of year	\$ 2,825,116	\$ 2,941,624
Service cost	135,122	210,001
Interest cost	80,045	106,810
Actuarial gains	(839,762)	(418,759)
Benefits paid	<u>(13,286)</u>	<u>(14,560)</u>
Benefit obligation at end of year	<u>\$ 2,187,235</u>	<u>\$ 2,825,116</u>
Fair value of plan assets at beginning of year	\$ 3,012,542	\$ 2,381,276
Actual return on plan assets	(589,382)	631,266
Benefits paid	(13,286)	(14,560)
Employer contributions	<u>13,286</u>	<u>14,560</u>
Fair value of assets at end of year	<u>2,423,160</u>	<u>3,012,542</u>
Net funded (unfunded) status	<u>\$ 235,925</u>	<u>\$ 187,426</u>

Amounts recognized in the statements of financial position consist of the following:

	<u>2022</u>	<u>2021</u>
Noncurrent assets	<u>\$ 235,925</u>	<u>\$ 187,426</u>

Amounts recognized in net assets without donor restrictions consist of the following:

	<u>2022</u>	<u>2021</u>
UPSC, beginning	\$ 142,856	\$ 167,429
Amounts recognized	<u>(24,573)</u>	<u>(24,573)</u>
UPSC, end	<u>\$ 118,283</u>	<u>\$ 142,856</u>

University-Student Union at California State University, Los Angeles

**Notes to Financial Statements
June 30, 2022 and 2021**

Amounts recognized in the statements of activities consist of the following:

	<u>2022</u>	<u>2021</u>
Service cost	\$ 135,122	\$ 210,001
Other components of net postretirement benefits cost		
Interest cost	80,045	106,810
Expected return on assets	(173,221)	(142,877)
Amortization of unrecognized prior service cost	24,573	24,573
Amortization of unrecognized (gain) loss	<u>(13,939)</u>	<u>5,783</u>
Total other components of net postretirement benefit cost	<u>(82,542)</u>	<u>(5,711)</u>
Total net postretirement benefit cost ("NPBC")	<u>\$ 52,580</u>	<u>\$ 204,290</u>

Other changes recognized in changes in net assets without donor restrictions are as follows:

	<u>2022</u>	<u>2021</u>
Net gain for period	\$ (77,158)	\$ (907,148)
Amortization of prior service cost	(24,573)	(24,573)
Amortization of net (gain) loss	<u>13,939</u>	<u>(5,783)</u>
Total changes in net assets without donor restrictions	<u>\$ (87,792)</u>	<u>\$ (937,504)</u>
Total changes recognized in NPBC and net assets without donor restrictions	<u>\$ (35,212)</u>	<u>\$ (733,214)</u>

Assumptions

Weighted average assumptions used in accounting for the Union's postretirement benefit plan are as follows at June 30:

	<u>2022</u>	<u>2021</u>
Benefit obligations		
Discount rate	4.48%	2.84%
Rate of return on plan assets	5.75%	6.00%
Rate of compensation increase	N/A	N/A
Medical trend		
Initial	4.00%	6.80%
Ultimate	4.00%	4.50%
Number of years to ultimate	N/A	11 years

University-Student Union at California State University, Los Angeles

Notes to Financial Statements June 30, 2022 and 2021

The Union's overall investment strategy is to diversify investments among equities, fixed income and other securities. The fair values of the Union's postretirement benefit plan assets at June 30, 2022 and 2021 by asset class are as follows:

	<u>2022</u>	<u>2021</u>
Equities	\$ 1,191,640	\$ 1,612,276
Fixed income	1,017,057	1,158,043
Real estate	<u>214,463</u>	<u>242,223</u>
	<u>\$ 2,423,160</u>	<u>\$ 3,012,542</u>

The plan assets are classified as Level 1 in the fair value hierarchy and are valued using real-time quotes for transactions in active exchange markets involving identical assets.

Cash flows

The following benefit payments, subsequent to June 30, 2022 are expected to be paid as follows:

<u>Years ending June 30,</u>	
2023	\$ 28,673
2024	48,998
2025	68,279
2026	90,124
2027	90,606
2028-2032	<u>627,738</u>
	<u>\$ 954,418</u>

The Union expects to contribute the pay-as-you-go cost of \$28,673 during the next fiscal year.

Note 12 - Related party transactions

Associated Students of California State University, Los Angeles, Inc. ("ASI"), an affiliated organization, subleases 2,835 square feet at the southeast corner of the second floor of the University-Student Union Building. Payment is based on the calculation of \$0.42 per square foot for custodial services and \$0.24 per square foot for utilities services. Total payments under the agreement were \$22,453 for each of the years ended June 30, 2022 and 2021. The Union waived the normal square foot rate for the second-floor space. For the years ended June 30, 2022 and 2021, the Union recorded \$89,132 and \$86,751, respectively, as donated use of facilities and expense on the accompanying statements of activities.

The College of Professional and Global Education ("PaGE"), an affiliated organization, subleases 870 square feet in the first floor of the University-Student Union Building. Payment is based on the calculation of \$1.98 per square foot for occupied space of the first floor, adjusted annually to coincide with the existing General Service Administration rate, and \$0.42 per square foot for custodial services. PaGE took occupancy in March 2012 and total payments were \$31,007 for each of the years ended June 30, 2022 and 2021. The lease was terminated on July 31, 2022.

University-Student Union at California State University, Los Angeles

Notes to Financial Statements June 30, 2022 and 2021

ASI reimburses the Union for certain events. For the years ended June 30, 2022 and 2021, these reimbursements were \$3,597 and \$0, respectively.

The Union is responsible for employing personnel to perform the administrative duties for ASI. Historically, ASI reimburses the Union for wages paid and benefits paid, along with an administrative fee. For the year ended June 30, 2022, the Union and ASI adopted a modified mechanism to instead provide the Union with advancement funding to cover these expenses. As of June 30, 2022, ASI payroll and benefit advances to the Union were \$81,383. Total wages and benefits expenses were \$470,889 and \$243,998 for the years ended June 30, 2022 and 2021, respectively. Total administrative fees received were \$6,095 and \$5,475 for the years ended June 30, 2022 and 2021, respectively.

The Union reimburses the University for miscellaneous operating expenses. The amounts reimbursed by the Union were \$429,676 and \$409,439 for the years ended June 30, 2022 and 2021, respectively.

Accounting and financial services for the Union are provided under a contract-for-services agreement with the University, which expires in June 2023. Payments under the agreement were \$75,899 for each of the years ended June 30, 2022 and 2021.

Program coordination services were provided to the University by the Union under a contractual agreement at an agreed-upon fee of \$6,250 per month starting in fiscal year 2022. The Union received \$75,000 and \$0 for the years ended June 30, 2022 and 2021, respectively.

Human resource management services for the Union are provided under a contract-for-services agreement with the University. The original agreement expired in June 2014 and required total annual payments of \$5,000. An amendment was executed 2014 and the payments under the amended agreement were \$7,000 for each of the years ended June 30, 2022 and 2021.

Systems support services were also provided by the University at an agreed-upon fee of \$28,996 for each of the years ended June 30, 2022 and 2021. This agreement expires in June 2023.

The University reimburses the Union for certain utilities and miscellaneous fees. For the years ended June 30, 2022 and 2021, these reimbursements were \$168,912 and \$103,428, respectively.

Collection of student union fees was provided by the University under a renewable, contractual agreement which expires in June 2023. Payment is 0.75% of the student union fees collected. Total fees were \$53,398 and \$52,116 for the years ended June 30, 2022 and 2021.

Administrative and program developing services of the Cross Cultural Centers for the University were provided by the Union under a contractual agreement at an agreed-upon fee of \$115,438 for each of the years ended June 30, 2022 and 2021, which is included in the statements of activities. The contract is renewed automatically on an annual basis unless terminated as provided in the agreement.

The Alumni Association, an affiliated organization, subleases space from the Union. The subleased space consists of 1,710 square feet of usable space on the first floor of the University-Student Union building. Subleased payments received for each of the years ended June 30, 2022 and 2021 were \$35,395, and future minimum payments to be received under the sublease agreement are \$23,596 for each of the years ended June 30, 2023 to 2038. Total payments for utilities under the agreement were \$4,925 for each of the years ended June 30, 2022 and 2021. In November 2015, the Union entered an agreement with the Alumni Association to include custodial services.

University-Student Union at California State University, Los Angeles

Notes to Financial Statements June 30, 2022 and 2021

Payments were based on \$0.42 per square foot. Total payments under this agreement were \$8,618 for each of the years ended June 30, 2022 and 2021.

Payroll services for the California State University, Los Angeles Foundation (the "Foundation") were provided by the Union. The Foundation reimburses the Union for wages and benefits paid along with an administrative fee. Total reimbursed wages and benefits were \$39,470 and \$30,363 for the years ended June 30, 2022 and 2021, respectively. Total fees were \$5,892 and \$3,852 for the years ended June 30, 2022 and 2021, respectively.

The Foundation subleases space from the Union. The subleased space consists of 375 square feet of usable space on the first floor of the University-Student Union Building. In March 2010, the Union revised the agreement to waive the normal square footage rate and payment was also based on the calculation of \$0.24 per square foot for utility services. For the years ended June 30, 2022 and 2021, the Union recorded \$11,790 and \$11,475, respectively, as donated use of facilities and expense on the accompanying statements of activities. Payments received during each of the years ended June 30, 2022 and 2021 for utility services were \$1,080. In November 2015, the Union entered an agreement with the Foundation to include custodial service. Payments were based on \$0.42 per square foot for custodial services. Total payments under the agreement for custodial services were \$1,890 for each of the years ended June 30, 2022 and 2021.

University Auxiliary Services ("UAS"), an affiliated organization subleases space from the Union. The subleased space consists of 4,136 square feet of commercial retail space on the first floor of the University-Student Union Building. Payments were based on \$1.80 per square foot for occupied space, adjusted annually to coincide with the existing General Service Administration rate. UAS occupied the premises in August 2008. In June 2009, the Union agreed to reduce the space rental to \$2,000 per month. Payments received for the years ended June 30, 2022 and 2021 were \$25,156 and \$0, respectively, and future minimum payments to be received under the sublease agreement are \$89,328 for the year ended June 30, 2023.

The Union advanced UAS \$172,000 in 2008 for furniture and equipment and \$318,000 in 2008 for tenant improvements in the University-Student Union Building (see Note 6). As of June 30, 2022 and 2021, \$42,400 and \$63,600 is outstanding, respectively.

The Alumni Association has a noncancelable lease agreement with the Union for office space in the University-Student Union Building (see Note 7).

University-Student Union at California State University, Los Angeles

**Notes to Financial Statements
June 30, 2022 and 2021**

The following table summarizes accounts receivable, accounts payable, and advances from affiliated organizations at June 30:

	<u>2022</u>	<u>2021</u>
Receivables		
ASI	\$ 13,918	\$ 15,691
UAS	3,769	-
The University	<u>40,823</u>	<u>6,437</u>
Total	<u><u>\$ 58,510</u></u>	<u><u>\$ 22,128</u></u>
Payables		
ASI	\$ 81,383	-
UAS	5,131	\$ -
The University	<u>56,325</u>	<u>18,180</u>
Total	<u><u>\$ 142,839</u></u>	<u><u>\$ 18,180</u></u>

Supplementary Information

University-Student Union at California State University, Los Angeles

Schedule of Net Position June 30, 2022 (for Inclusion in the California State University)

Assets:	
Current assets:	
Cash and cash equivalents	\$ 907,663
Short-term investments	6,358,981
Accounts receivable, net	58,510
Lease receivables, current portion	-
Notes receivable, current portion	21,200
Pledges receivable, net	-
Prepaid expenses and other current assets	30,249
Total current assets	7,376,603
Noncurrent assets:	
Restricted cash and cash equivalents	-
Accounts receivable, net	-
Lease receivables, net of current portion	-
Notes receivable, net of current portion	21,200
Student loans receivable, net	-
Pledges receivable, net	-
Endowment investments	-
Other long-term investments	-
Capital assets, net	352,041
Other assets	235,925
Total noncurrent assets	609,166
Total assets	\$ 7,985,769
Deferred outflows of resources:	
Unamortized loss on debt refunding	-
Net pension liability	-
Net OPEB liability	-
Leases	-
Others	-
Total deferred outflows of resources	-
Liabilities:	
Current liabilities:	
Accounts payable	\$ 455,469
Accrued salaries and benefits	104,003
Accrued compensated absences, current portion	101,069
Unearned revenues	250,061
Lease liabilities, current portion	-
Long-term debt obligations, current portion	-
Claims liability for losses and loss adjustment expenses, current portion	-
Depository accounts	-
Other liabilities	-
Total current liabilities	910,602
Noncurrent liabilities:	
Accrued compensated absences, net of current portion	\$ 61,695
Unearned revenues	-
Grants refundable	-
Lease liabilities, net of current portion	-
Long-term debt obligations, net of current portion	-
Claims liability for losses and loss adjustment expenses, net of current portion	-
Depository accounts	-
Net other postemployment benefits liability	-
Net pension liability	-
Other liabilities	-
Total noncurrent liabilities	61,695
Total liabilities	\$ 972,297
Deferred inflows of resources:	
Service concession arrangements	-
Net pension liability	-
Net OPEB liability	-
Unamortized gain on debt refunding	-
Nonexchange transactions	-
Lease	-
Others	-
Total deferred inflows of resources	-
Net position:	
Net investment in capital assets	\$ 352,041
Restricted for:	
Nonexpendable – endowments	-
Expendable:	
Scholarships and fellowships	-
Research	-
Loans	-
Capital projects	-
Debt service	-
Others	-
Unrestricted	6,661,431
Total net position	\$ 7,013,472

See Independent Auditor's Report.

University-Student Union at California State University, Los Angeles

Schedule of Revenues, Expenses and Changes in Net Position June 30, 2022 (for Inclusion in the California State University)

Revenues:

Operating revenues:

Student tuition and fees, gross	\$	-
Scholarship allowances (enter as negative)		-
Grants and contracts, noncapital:		
Federal		-
State		-
Local		-
Nongovernmental		-
Sales and services of educational activities		-
Sales and services of auxiliary enterprises, gross		235,344
Scholarship allowances (enter as negative)		-
Other operating revenues		5,620,521
Total operating revenues	\$	5,855,865

Expenses:

Operating expenses:

Instruction	\$	-
Research		-
Public service		-
Academic support		-
Student services		3,182,465
Institutional support		886,386
Operation and maintenance of plant		1,084,664
Student grants and scholarships		-
Auxiliary enterprise expenses		-
Depreciation and amortization		70,659
Total operating expenses		5,224,174
Operating income (loss)	\$	631,691

Nonoperating revenues (expenses):

State appropriations, noncapital		-
Federal financial aid grants, noncapital		-
State financial aid grants, noncapital		-
Local financial aid grants, noncapital		-
Nongovernmental and other financial aid grants, noncapital		-
Other federal nonoperating grants, noncapital		-
Gifts, noncapital		100,922
Investment income (loss), net		(58,753)
Endowment income (loss), net		-
Interest expense		-
Other nonoperating revenues (expenses)		-
Net nonoperating revenues (expenses)		42,169
Income (loss) before other revenues (expenses)	\$	673,860

State appropriations, capital		-
Grants and gifts, capital		-
Additions (reductions) to permanent endowments		-
Increase (decrease) in net position		673,860

Net position:

Net position at beginning of year, as previously reported		6,339,612
Restatements		-
Net position at beginning of year, as restated		6,339,612
Net position at end of year	\$	7,013,472

See Independent Auditor's Report.

University-Student Union at California State University, Los Angeles

Other Information June 30, 2022 (for Inclusion in the California State University)

1 Cash and cash equivalents:

Portion of restricted cash and cash equivalents related to endowments	\$	-
All other restricted cash and cash equivalents		-
Noncurrent restricted cash and cash equivalents		-
Current cash and cash equivalents		907,663
Total	\$	907,663

2.1 Composition of investments:

Investment Type	Current	Noncurrent	Total
Money market funds	\$ -	\$ -	\$ -
Repurchase agreements	-	-	-
Certificates of deposit	-	-	-
U.S. agency securities	-	-	-
U.S. treasury securities	-	-	-
Municipal bonds	-	-	-
Corporate bonds	-	-	-
Asset backed securities	-	-	-
Mortgage backed securities	-	-	-
Commercial paper	-	-	-
Mutual funds	-	-	-
Exchange traded funds	-	-	-
Equity securities	-	-	-
Alternative investments:			
Private equity (including limited partnerships)	-	-	-
Hedge funds	-	-	-
Managed futures	-	-	-
Real estate investments (including REITs)	-	-	-
Commodities	-	-	-
Derivatives	-	-	-
Other alternative investment	-	-	-
Other external investment pools	-	-	-
CSU Consolidated Investment Pool (formerly SWIFT)	-	-	-
State of California Local Agency Investment Fund (LAIF)	6,358,981	-	6,358,981
State of California Surplus Money Investment Fund (SMIF)	-	-	-
Other investments:			
	-	-	-
	-	-	-
	-	-	-
	-	-	-
	-	-	-
Total Other investments	-	-	-
Total investments	6,358,981	-	6,358,981
Less endowment investments (enter as negative number)	-	-	-
Total investments, net of endowments	\$ 6,358,981	\$ -	\$ 6,358,981

See Independent Auditor's Report.

University-Student Union at California State University, Los Angeles

Other Information June 30, 2022 (for Inclusion in the California State University)

2.2 Fair value hierarchy in investments:

Investment Type	Total	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	Net Asset Value (NAV)
Money market funds	\$ -	\$ -	\$ -	\$ -	\$ -
Repurchase agreements	-	-	-	-	-
Certificates of deposit	-	-	-	-	-
U.S. agency securities	-	-	-	-	-
U.S. treasury securities	-	-	-	-	-
Municipal bonds	-	-	-	-	-
Corporate bonds	-	-	-	-	-
Asset backed securities	-	-	-	-	-
Mortgage backed securities	-	-	-	-	-
Commercial paper	-	-	-	-	-
Mutual funds	-	-	-	-	-
Exchange traded funds	-	-	-	-	-
Equity securities	-	-	-	-	-
Alternative investments:					
Private equity (including limited partnerships)	-	-	-	-	-
Hedge funds	-	-	-	-	-
Managed futures	-	-	-	-	-
Real estate investments (including REITs)	-	-	-	-	-
Commodities	-	-	-	-	-
Derivatives	-	-	-	-	-
Other alternative investment	-	-	-	-	-
Other external investment pools	-	-	-	-	-
CSU Consolidated Investment Pool (formerly SWIFT)	-	-	-	-	-
State of California Local Agency Investment Fund (LAIF)	6,358,981	-	-	-	6,358,981
State of California Surplus Money Investment Fund (SMIF)	-	-	-	-	-
Other investments:					
	-	-	-	-	-
	-	-	-	-	-
	-	-	-	-	-
	-	-	-	-	-
	-	-	-	-	-
Total Other investments	-	-	-	-	-
Total investments	\$ 6,358,981	\$ -	\$ -	\$ -	\$ 6,358,981

2.3 Investments held by the University under contractual agreements:

	Current	Noncurrent	Total
Investments held by the University under contractual agreements e.g - CSU Consolidated Investment Pool (formerly SWIFT):	\$ -	\$ -	\$ -

See Independent Auditor's Report.

University-Student Union at California State University, Los Angeles

Other Information June 30, 2022 (for Inclusion in the California State University)

3.1 Composition of capital assets:

	Balance June 30, 2021	Reclassifications	Prior Period Additions	Prior Period Retirements	Balance June 30, 2021 (Restated)	Additions	Retirements	Transfer of completed CWIP/PWIP	Balance June 30, 2022
Non-depreciable/Non-amortizable capital assets:									
Land and land improvements	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Works of art and historical treasures	-	-	-	-	-	-	-	-	-
Construction work in progress (CWIP)	-	-	-	-	-	-	-	-	-
Intangible assets:									
Rights and easements	-	-	-	-	-	-	-	-	-
Patents, copyrights and trademarks	-	-	-	-	-	-	-	-	-
Intangible assets in progress (PWIP)	-	-	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-	-	-
Other intangible assets:									
	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
Total Other intangible assets	-	-	-	-	-	-	-	-	-
Total intangible assets	-	-	-	-	-	-	-	-	-
Total non-depreciable/non-amortizable capital assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Depreciable/Amortizable capital assets:									
Buildings and building improvements	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Improvements, other than buildings	-	-	-	-	-	-	-	-	-
Infrastructure	-	-	-	-	-	-	-	-	-
Leasehold improvements	-	-	-	-	-	-	-	-	-
Personal property:									
Equipment	453,061	-	-	-	453,061	353,629	-	-	806,690
Library books and materials	-	-	-	-	-	-	-	-	-
Intangible assets:									
Software and websites	-	-	-	-	-	-	-	-	-
Rights and easements	-	-	-	-	-	-	-	-	-
Patents, copyrights and trademarks	-	-	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-	-	-
Other intangible assets:									
	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
Total Other intangible assets:	-	-	-	-	-	-	-	-	-
Total intangible assets	-	-	-	-	-	-	-	-	-
Total depreciable/amortizable capital assets	453,061	-	-	-	453,061	353,629	-	-	806,690
Total capital assets	\$ 453,061	\$ -	\$ -	\$ -	\$ 453,061	\$ 353,629	\$ -	\$ -	\$ 806,690

See Independent Auditor's Report.

University-Student Union at California State University, Los Angeles

Other Information June 30, 2022 (for Inclusion in the California State University)

Less accumulated depreciation/amortization: (enter as negative number, except for reductions enter as positive number)

Buildings and building improvements	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-
Improvements, other than buildings		-		-		-		-		-		-		-
Infrastructure		-		-		-		-		-		-		-
Leasehold improvements		-		-		-		-		-		-		-
Personal property:														
Equipment		(383,990)					(383,990)		(70,659)					(454,649)
Library books and materials				-		-			-		-			-
Intangible assets:														
Software and websites		-		-		-		-		-		-		-
Rights and easements		-		-		-		-		-		-		-
Patents, copyrights and trademarks		-		-		-		-		-		-		-
Licenses and permits		-		-		-		-		-		-		-
Other intangible assets:		-		-		-		-		-		-		-
		-		-		-		-		-		-		-
		-		-		-		-		-		-		-
		-		-		-		-		-		-		-
		-		-		-		-		-		-		-
Total Other intangible assets:		-		-		-		-		-		-		-
Total intangible assets		-		-		-		-		-		-		-
Total accumulated depreciation/amortization		(383,990)		-		-		(383,990)		(70,659)		-		(454,649)
Total capital assets, net excluding lease assets	\$	69,071	\$	-	\$	-	\$	69,071	\$	282,970	\$	-	\$	352,041

Lease assets, net

Total capital assets, net

-
\$ 352,041

Composition of lease assets:

	Balance June 30, 2021	Additions	Remeasurements	Reductions	Balance June 30, 2022
Non-depreciable/Non-amortizable lease assets:					
Land and land improvements	\$ -	\$ -	\$ -	\$ -	\$ -
Total non-depreciable/non-amortizable lease assets	-	-	-	-	-
Depreciable/Amortizable lease assets:					
Land and land improvements	-	-	-	-	-
Buildings and building improvements	-	-	-	-	-
Improvements, other than buildings	-	-	-	-	-
Infrastructure	-	-	-	-	-
Personal property:					
Equipment	-	-	-	-	-
Total depreciable/amortizable lease assets	-	-	-	-	-
Less accumulated depreciation/amortization: (enter as negative number, except for reductions enter as positive number)					
Land and land improvements	-	-	-	-	-
Buildings and building improvements	-	-	-	-	-
Improvements, other than buildings	-	-	-	-	-
Infrastructure	-	-	-	-	-
Personal property:					
Equipment	-	-	-	-	-
Total accumulated depreciation/amortization	-	-	-	-	-
Total lease assets, net	\$ -	\$ -	\$ -	\$ -	\$ -

See Independent Auditor's Report.

University-Student Union at California State University, Los Angeles

Other Information June 30, 2022 (for Inclusion in the California State University)

3.2 Detail of depreciation and amortization expense:

Depreciation and amortization expense related to capital assets	\$ 70,659
Amortization expense related to other assets	-
Total depreciation and amortization	\$ 70,659

4 Long-term liabilities:

	Balance June 30, 2021	Prior Period Adjustments/Reclassifications	Balance June 30, 2021 (Restated)	Additions	Reductions	Balance June 30, 2022	Current Portion	Noncurrent Portion
1. Accrued compensated absences	\$ 155,300	\$ -	\$ 155,300	\$ 108,533	(101,069)	\$ 162,764	\$ 101,069	\$ 61,695
2. Claims liability for losses and loss adjustment expenses	-	-	-	-	-	-	-	-
3. Capital lease obligations:								
Gross balance	-	-	-	-	-	-	-	-
Unamortized net premium/(discount)	-	-	-	-	-	-	-	-
Total capital lease obligations	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
4. Long-term debt obligations:								
4.1 Auxiliary revenue bonds (non-SRB related)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
4.2 Commercial paper	-	-	-	-	-	-	-	-
4.3 Notes payable (SRB related)	-	-	-	-	-	-	-	-
4.4 Others:								
	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
Total others	-	-	-	-	-	-	-	-
Sub-total long-term debt	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
4.5 Unamortized net bond premium/(discount)	-	-	-	-	-	-	-	-
Total long-term debt obligations	-	-	-	-	-	-	-	-
5. Lease Liabilities								
						-	-	-
Total long-term liabilities						\$ -	\$ -	\$ -
Lease liabilities	Balance	Additions	Remeasurements	Reductions	June 30, 2022	Current Portion	Noncurrent Portion	
Total	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

See Independent Auditor's Report.

University-Student Union at California State University, Los Angeles

Other Information June 30, 2022 (for Inclusion in the California State University)

5 Lease Liabilities schedule:

	Lease Liabilities related to SRB			All other lease liabilities			Total lease liabilities		
	Principal Only	Interest Only	Principal and Interest	Principal Only	Interest Only	Principal and Interest	Principal Only	Interest Only	Principal and Interest
Year ending June 30:									
2023	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2024	-	-	-	-	-	-	-	-	-
2025	-	-	-	-	-	-	-	-	-
2026	-	-	-	-	-	-	-	-	-
2027	-	-	-	-	-	-	-	-	-
2028 - 2032	-	-	-	-	-	-	-	-	-
2033 - 2037	-	-	-	-	-	-	-	-	-
2038 - 2042	-	-	-	-	-	-	-	-	-
2043 - 2047	-	-	-	-	-	-	-	-	-
2048 - 2052	-	-	-	-	-	-	-	-	-
Thereafter	-	-	-	-	-	-	-	-	-
Total minimum lease payments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Less: amounts representing interest									-
Present value of future minimum lease payments									-
Total lease liabilities									-
Less: current portion									-
Lease liabilities, net of current portion									\$ -

6 Long-term debt obligations schedule:

	Auxiliary revenue bonds (non-SRB related)			All other long-term debt obligations			Total long-term debt obligations		
	Principal	Interest	Principal and Interest	Principal	Interest	Principal and Interest	Principal	Interest	Principal and Interest
Year ending June 30:									
2023	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2024	-	-	-	-	-	-	-	-	-
2025	-	-	-	-	-	-	-	-	-
2026	-	-	-	-	-	-	-	-	-
2027	-	-	-	-	-	-	-	-	-
2028 - 2032	-	-	-	-	-	-	-	-	-
2033 - 2037	-	-	-	-	-	-	-	-	-
2038 - 2042	-	-	-	-	-	-	-	-	-
2043 - 2047	-	-	-	-	-	-	-	-	-
2048 - 2052	-	-	-	-	-	-	-	-	-
Thereafter	-	-	-	-	-	-	-	-	-
Total minimum payments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Less: amounts representing interest									-
Present value of future minimum payments									-
Unamortized net premium/(discount)									-
Total long-term debt obligations									-
Less: current portion									-
Long-term debt obligations, net of current portion									\$ -

See Independent Auditor's Report.

University-Student Union at California State University, Los Angeles

Other Information June 30, 2022 (for Inclusion in the California State University)

7 Transactions with related entities:

Payments to University for salaries of University personnel working on contracts, grants, and other programs	\$	206,817
Payments to University for other than salaries of University personnel		388,142
Payments received from University for services, space, and programs		359,350
Gifts-in-kind to the University from discretely presented component units		-
Gifts (cash or assets) to the University from discretely presented component units		-
Accounts (payable to) University		(56,325)
Other amounts (payable to) University		-
Accounts receivable from University		40,823
Other amounts receivable from University		-

8 Restatements

Provide a detailed breakdown of the journal entries (at the financial statement line items level) booked to record each restatement:

Debit/(Credit)

Restatement #1

\$ -

Restatement #2

\$ -

9 Natural classifications of operating expenses:

	Salaries	Benefits - Other	Benefits - Pension	Benefits - OPEB	Scholarships and fellowships	Supplies and other services	Depreciation and amortization	Total operating expenses
Instruction	\$ -	\$ -	\$ -	\$ -	-	\$ -	-	\$ -
Research	-	-	-	-	-	-	-	-
Public service	-	-	-	-	-	-	-	-
Academic support	-	-	-	-	-	-	-	-
Student services	1,559,647	320,786	95,892	-	-	1,206,140	-	3,182,465
Institutional support	388,773	105,187	23,903	-	-	368,523	-	886,386
Operation and maintenance of plant	557,378	147,321	34,269	-	-	345,696	-	1,084,664
Student grants and scholarships	-	-	-	-	-	-	-	-
Auxiliary enterprise expenses	-	-	-	-	-	-	-	-
Depreciation and amortization	-	-	-	-	-	-	70,659	70,659
Total operating expenses	\$ 2,505,798	\$ 573,294	\$ 154,064	\$ -	\$ -	\$ 1,920,359	\$ 70,659	\$ 5,224,174

See Independent Auditor's Report.

University-Student Union at California State University, Los Angeles

Other Information June 30, 2022 (for Inclusion in the California State University)

10 Deferred outflows/inflows of resources:

1. Deferred Outflows of Resources

Deferred outflows - unamortized loss on refunding(s)	\$	-
Deferred outflows - net pension liability		-
Deferred outflows - net OPEB liability		-
Deferred outflows - leases		-
Deferred outflows - others:		
Sales/intra-entity transfers of future revenues		-
Gain/loss on sale leaseback		-
Loan origination fees and costs		-
Change in fair value of hedging derivative instrument		-
Irrevocable split-interest agreements		-
		-
		-
Total deferred outflows - others		-
Total deferred outflows of resources	\$	-

2. Deferred Inflows of Resources

Deferred inflows - service concession arrangements	\$	-
Deferred inflows - net pension liability		-
Deferred inflows - net OPEB liability		-
Deferred inflows - unamortized gain on debt refunding(s)		-
Deferred inflows - nonexchange transactions		-
Deferred inflows - leases		-
Deferred inflows - others:		
Sales/intra-entity transfers of future revenues		-
Gain/loss on sale leaseback		-
Loan origination fees and costs		-
Change in fair value of hedging derivative instrument		-
Irrevocable split-interest agreements		-
		-
		-
Total deferred inflows - others		-
Total deferred inflows of resources	\$	-

11 Other nonoperating revenues (expenses)

Other nonoperating revenues	\$	-
Other nonoperating (expenses)		-
Total other nonoperating revenues (expenses)	\$	-

See Independent Auditor's Report.

Independent Auditor's Report on Internal Control over Financial Reporting and on
Compliance and Other Matters Based on an Audit of Financial Statements
Performed in Accordance with *Government Auditing Standards*

The Board of Directors
University-Student Union at California State University, Los Angeles
(A California State Auxiliary Organization)

We have audited in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of University-Student Union at California State University, Los Angeles (the "Union"), which comprise the statement of financial position as of June 30, 2022, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements and have issued our report thereon dated September 19, 2022.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Union's internal control over financial reporting ("internal control") as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Union's internal control. Accordingly, we do not express an opinion on the effectiveness of the Union's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit, we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that have not been identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Union's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

CohnReznick LLP

Los Angeles, California
September 19, 2022



Independent Member of Nexia International

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